

Attorney or Party Name, Address, Telephone, FAX Numbers, and California State Bar Number	COURT USE ONLY
Howard I. Camhi (SBN 149194) Rein Evans & Sestanovich LLP 1925 Century Park East 16th Floor Los Angeles, California 90067 (310) 551-3100	FILED 2003 AUG 27 PM 2:55 U.S. BANKRUPTCY COURT CENTRAL DISTRICT OF CALIFORNIA ON D. CREDITORS' COURT
UNITED STATES BANKRUPTCY COURT CENTRAL DISTRICT OF CALIFORNIA	CASE NO.: _____ DEPUTY CLERK
In re: JERROLD DAVIS	SV97-21299 AG
Debtor(s).	

NOTICE OF SALE OF ESTATE PROPERTY

Sale Date: September 17, 2003	Time: 2:00 p.m.
Location: U.S. Bankruptcy Court, 21041 Burbank Blvd., Ctrm. 302, Woodland Hills, CA 91367	

Type of Sale: ☒ Public: ☐ Private: Last date to file objections: _____

Description of Property to be Sold: Please see attached.

Terms and Conditions of Sale: Please see attached.

Proposed Sale Price: \$805,000.00.

Overbid Procedure (If Any): Offer of no less than \$855,000.00 (of which \$642,577.00 must be in cash). Subsequent overbids must be in increments of at least \$25,000.00. See also Procedures Motion on file with the Court.

If property is to be sold free and clear of liens or other interests, list date, time and location of hearing:

Contact Person for Potential Bidders (include name, address, telephone, fax and/or e:mail address):

Howard I. Camhi, Esq.
REIN EVANS & SESTANOVICH LLP
1925 Century Park East, #1600
Los Angeles, CA 90067
Telephone: 310/551-3100 - Facsimile: 310/551-0238

Date: August 26, 2003

Egerman & Brown ("E & B") will pay the Trustee \$805,000.00 in value (\$605,000.00 cash plus a twenty percent (20%) interest in the Funrise litigation to which the Trustee attributes a value of \$200,000.00) for the estate's assets, including but not limited to:

- (a) the Estate's interest in the appeal (the "Appeal") of the state court judgment in that certain action entitled *Funrise, Inc., et al. v. Davis, et al.*, Los Angeles Superior Court Case No. BC 060 434 (the "State Court Action" and the "State Court Appeal"). The Appeal seeks reversal of adverse rulings made by the trial court, including but not limited to certain claims which were either asserted against Funrise and determined by the trial court to be non-meritorious or determined by the trial court as not capable of being asserted. The Appeal, in part, also seeks to reduce or eliminate the judgment against the Debtor and in favor of Funrise in the sum of approximately \$3,958,640.75, plus interest attributable thereto;
- (b) the Estate's ownership of twenty-five percent (25%) of the issued and outstanding common stock of Funrise (the "Stock") subject to any restrictions contained in a Shareholder's Agreement that may apply;
- (c) the Estate's interest in the loan account (the "Loan Account") maintained by Funrise, subject to Funrise's claim that the Loan Account has been set off against Funrise's claims against the Debtor;
- (d) the Estate's prosecution of the Malpractice Action against E & B will be resolved and dismissed with prejudice;
- (e) the Estate's interest in certain personal property if the same is determined to be property of the Estate as a consequence of Debtor's claim of exemption respecting such property being denied and the objection thereto being sustained ("Personalty") will be sold to E & B;
- (f) the Estate's interest in three dormant bank accounts containing approximately \$10,000.00 maintained in Hong Kong since 1992 (the "Hong Kong Individual Account"); and
- (g) the Estate's interest in certain shares of stock of a Hong Kong corporation called Funrise International Limited, which ceased business operations in 1992, of which twenty-five percent (25%) are beneficially owned by the Debtor with a dormant Hong Kong bank account in the name of Funrise International Limited which has a balance in it of \$400.00 (the "Hong Kong Stock" and "Hong Kong Corporation Account").